California Industry Projections 2004-2014

Industry employment in 2004 and projected employment in 2014 now include four employment categories in addition to the traditional nonfarm, wage and salary employment. The new categories are:

- Self-Employment
- Unpaid Family Workers
- Private Household Workers
- Farm Employment

Over the period 2004-2014, total employment in California is expected to grow at an average annual rate of 1.6 percent. This growth will add over 2.6 million new jobs and bring California employment to approximately 19 million by 2014.

Nonfarm wage and salary employment, which is 89 percent of total employment in 2004, is expected to grow at the somewhat faster annual rate of 1.8 percent over the same period. Of the remaining employment categories, only the largest, Self-Employment, is projected to grow, although at a slower annual rate of 0.7 percent. The other three categories, Unpaid Family Workers, Private Household Workers, and Farm Employment are each projected to have a decline in employment over the decade.

Nearly three out of four new nonfarm wage and salary jobs are forecasted to occur in the following major industry sectors: Professional and Business Services (23% growth), Education and Health Services (15% growth), Government (15% growth), Retail Trade (11% growth), and Leisure and Hospitality (11% growth). All of these are service-producing sectors. In contrast, except for construction, the traditional goods-producing sectors of mining and manufacturing are expected to have very little employment growth over the decade, even though manufacturing will continue to be the State's third largest industry, with 1.6 million workers.

The top ten industries with the most growth account for nearly 60 percent of all new jobs in California. Most of these growth industries, not surprisingly, are the major components of the just-cited major industry sectors, except for Specialty Trade Contractors, which is part of construction. Self-Employment is also included to show its relative ranking. (See Chart: Top Ten Growth Industries.)

The top ten fastest growing industries include a wide range of major industry sectors:

- Administrative and Support Services
- Information
- Trade
- Health Care and Social Assistance
- State Education
- Arts, Entertainment and Recreation

Administrative and Support Services is the largest and fastest growing industry among to top ten with an annual average growth rate of 3.5 percent. The largest and fastest growing component of Administrative and Support Services is Employment Services or temporary help agencies. (See Chart: Top Ten Fastest Growing Industries.)

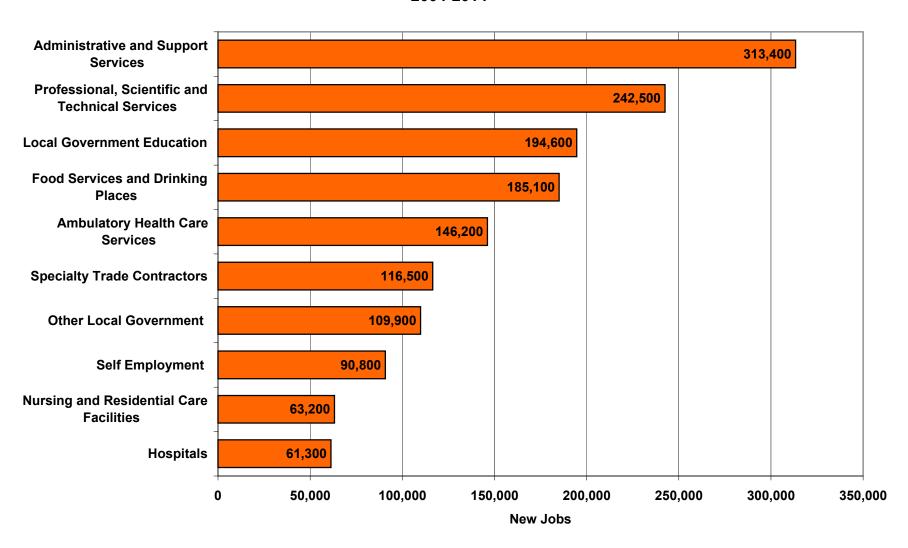
The complete <u>Industry Employment Projections</u> are on-line.

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California
Top Ten Growth Industries
2004-2014



California
Top Ten Fastest Growing Industries
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